2.82 Against this, the total amount distributed through organized institutions in 1958-59, was only Rs. 2.49 crores. This leaves a large gap which is probably being met by money lenders who generally charge high interest rates. Since intensive agricultural development programme as suggested here would require large amounts of working capital for the various types of farm expenses, the need for expansion of rural credit facilities through organized institutions cannot be overstressed.

PLANTATION CROPS

2.82 The predominant place occupied by commercial plantation crops in Kerala's agriculture, both in terms of area covered and net value contributed, has been stressed previously. In view of their importance to the Kerala economy, they deserve a high priority in the development plans of the State. The plantation crops of Kerala include pepper, cardamom, arecanunt, coconut, rubber, coffee and tea. Since most of these crops are perennial and have a time lag of 5-7 years between the stage of plantation and crop maturity, their future development programme should be viewed on the basis of a long term perspective of 20-30 years. The extension of area under these would not result in any immediate increase in output. However, quicker increases in production are possible from existing area under these crops through increase in yields per acre by the adoption of better techniques, etc. There is considerable scope for improvement in the methods of cultivation. It is thus necessary to devise, both short term and long term programmes for development of plantation crops in the State which are discussed below separately for each cash crop.

Coconut

2.83 Coconut is the most important cash crop of Kerala. Natural conditions in this State are ideal for cultivation of coconut. The crop thrives well along the sea coast and in the interior up to an altitude of 1,500 feet. Kerala accounts for about 70 per cent of the area under coconut in India and for over 80 per cent of the copra and coconut oil produced in the country. Coconut is important to the Kerala economy in a number of ways. First, the outer husk goes to support the most important cottage industry of the State, viz., coir industry. The kernel is used for edible purposes and in addition it is the mainstay of a large number of coconut oil millers. Coconut oil, in turn, forms a raw material for the soap industry. Directly and indirectly this crop provides employment to over 5 lakh persons.

2.84 Coconut is not a regular plantation crop since it is not grown on large tracts as in the case of rubber, tea and coffee. It is grown in scattered patches along paddy fields, river banks, backwater stretches and in the compounds of residential houses. In view of these complexities it is difficult to estimate the precise area under coconut but rough estimates show that the area under coconut in Kerala is about 1.1 million acres. The district of Kozhikode has the highest (250,884 acres) and Palghat the lowest (11,556 acres) acreage.[1]

[1] The figures refer to 1958-59 crop year.